

Message Text

UNCLASSIFIED

PAGE 01 MADRID 03991 241302Z
ACTION COME-00

INFO OCT-01 EUR-12 ISO-00 EB-07 /020 W
-----241308Z 020977 /42

P R 241225Z MAY 77
FM AMEMBASSY MADRID
TO SECSTATE WASHDC PRIORITY 416
INFO AMCONSUL BILBAO

UNCLAS MADRID 3991

E.O. 11652: N/A
TAGS: BENC, BEXP, BTIO, SP
SUBJECT: MAJOR EXPORT PROJECTS PROGRAM: STEEL PLANT EXPANSION
IN BILBAO, SPAIN

REF: 73 STATE A-9633, 10 FAM 164

THERE FOLLOWS DESCRIPTION PROVIDED BY AMCONSUL BILBAO OF A MAJOR
SPANISH PRIVATE SECTOR PROJECT WHICH MAY OFFER OPPORTUNITIES TO
U.S. SUPPLIERS.

1. TITLE OF PROJECT: EXPANSION AND MODERNIZATION OF OLARRA,
S.A. STEEL PLANT.

2. DESCRIPTION OF PROJECT: PLACE - LUJUA, A SUBURB OF BILBAO,
SPAIN. EQUIPMENT - NEW 25-TON ELECTRIC FURNACE; AOD CONVERTER
(25 TONS); CONTINUOUS CASTING SYSTEM TO PRODUCE BILLETS OF 150
SQ. CM.; ROLLING MILL TO PRODUCE ROD, FLATS, SQUARES AND ROUNDS OF
10-100 M.M. DIAMETER, PLUS FOUR GRINDING MACHINES TO REMOVE
IMPURITIES.

3. ESTIMATED COST: TOTAL PROJECT \$43 MILLION. EQUIPMENT:
ELECTRIC FURNACE - \$1 MILLION; CONVERTER - \$500,000; CONTINUOUS
CASTING - \$2 MILLION; ROLLING MILL - \$20 MILLION; GRINDING
MACHINES - \$2 MILLION. EQUIPMENT TO BE ACQUIRED ABROAD; ROLLING
MILL MACHINERY - \$6 MILLION.

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4. ORIGIN OF FINANCE: SUPPLIER (OR HIS BANK)

5. ENGINEERING AND CONSULTING SERVICES: INCLUDED IN TURNKEY PROJECT.

6. EQUIPMENT TO BE OBTAINED ABROAD: MACHINERY FOR ROLLING MILL
WITH RAPID-CHANGE ROLLS FROM 10 TO 22 INCHES, TO PRODUCE WITHIN

6,000 HOURS - 100,000 TONS PER YEAR OF WIRE ROD IN WIRE COILS OF 5.5 TO 32 M.M., AND FLATS, SQUARES AND ROUNDS 10-100 MMS. IT WOULD BE ANTICIPATED THAT MILL WOULD BE ACTIVE 60 PER CENT OF THE TIME AND DOWN FOR CHANGE, REPAIRS, ETC., THE REMAINING 40 PERCENT.

7. KEY PERSON TO CONTACT:

PEDRO M. MENDIVIL ARRIETA
OR
ELIAS GARCIA DE VICUNA
PROJECT ENGINEERS
AVENIDA EJERCITO, 29 - 4
BILBAO 14, SPAIN

8. PERIOD OF PROJECT: BIDS TO BE SUBMITTED BY JULY 1. EQUIPMENT DELIVERY - IN ORDER TO COMPLETE INSTALLATION BY SEPTEMBER 1979.

9. FOREIGN COMPETITION: MORGARDSHHAMMER,. SWEDEN: KOCK, GERMANY; POMINI, ITALY. STABLER

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Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: n/a
Control Number: n/a
Copy: SINGLE
Sent Date: 24-May-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01-Jan-1960 12:00:00 am
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
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Document Unique ID: 00
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Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D770184-1107
Format: TEL
From: MADRID
Handling Restrictions: n/a
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Legacy Key: link1977/newtext/t19770524/aaaaauqu.tel
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Litigation History:
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Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
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Previous Handling Restrictions: n/a
Reference: 73 STATE A-9633
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 31-Mar-2005 12:00:00 am
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Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 2393183
Secure: OPEN
Status: NATIVE
Subject: MAJOR EXPORT PROJECTS PROGRAM: STEEL PLANT EXPANSION IN BILBAO, SPAIN
TAGS: BENC, BEXP, BTIO, SP
To: STATE
Type: TE
vdkgvkey: odbc://SAS/SAS.dbo.SAS_Docs/d1be568b-c288-dd11-92da-001cc4696bcc
Review Markings:
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